Health Services and Development Agency Communique

A MONTHLY PUBLICATION OF THE HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson State Office Building 500 Deaderick Street, Suite 850 Nashville, TN 37243 615.741.2364

JULY 2012

For Meeting verification/change or agenda information, please call the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES & DEVELOPMENT AGENCY

Tennessee Department of Health
Division of Policy, Planning and Assessment
Health Statistics --- 615.741.1954

Tennessee Department of Mental Health and Substance Abuse Services
Office of General Counsel --- 615.532.6520 or
Main Office --- 615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

CALENDAR

The Health Services and Development Agency will be closed in 2012 on the following days:

Monday, January 2 – New Year's Day observed Monday, January 16 – Martin Luther King Day Monday, February 20 – President's Day Friday, April 6 – Good Friday Monday, May 28 – Memorial Day Wednesday, July 4 – Independence Day Monday, September 3 – Labor Day * Monday, October 8 – Columbus Day "substituted for the day after Thanksgiving at the Governor's discretion."

Monday, November 12 – Veteran's Day observed Thursday, November 22 – Thanksgiving Day

* Friday, November 23 – substituted for Columbus Day Monday, December 24 – Christmas Eve Tuesday December 25 – Christmas Day

Monday, December 31 - New Year's Eve

	4			
	Publication Dates-		HSDA	* End of
2012 Cycle	Letter of Intent	Application	Meeting Dates	Appeal Period
January 2012	12/01/11-12/10/11	5 days after Publication	03/28/12	04/12/12
February 2012	01/01/12-01/10/12	"	04/25/12	05/10/12
March 2012	02/01/12-02/10/12	"	05/23/12	06/07/12
April 2012	03/01/12-03/10/12	"	06/27/12	07/12/12
May 2012	04/01/12-04/10/12	"	07/25/12	08/09/12
June 2012	05/01/12-05/10/12	"	08/22/12	09/06/12
July 2012	06/01/12-06/10/12	"	09/26/12	10/11/12
August 2012	07/01/12-07/10/12	"	10/24/12	11/08/12
September 2012	08/01/12-08/10/12	"	11/14/12	11/29/12
October 2012	09/01/12-09/10/12	"	12/12/12	1/03/13
November 2012	10/01/12-10/10/12	"	01/23/13	02/07/13
December 2012	11/01/12-11/10/12	"	02/27/13	03/13/13

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the *preceding* business day.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

^{*} Appeal deadline is 15 days after meeting date

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at 8:30 a.m. CDT/CST at the following locations:

July - December

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

+++++++

* Meeting locations are subject to change

** All meetings of the Health Services and Development Agency are
posted on the Agency's website at www.tn.gov/hsda

EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 27 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than <u>fifteen days</u> before the agency meeting at which time the application is originally scheduled



HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
JULY 2012
PAGE -3-

RESULTS OF APPLICATIONS HEARD AT THE JUNE MEETING

Hemophilia Preferred Care of Memphis 852 South Cooper Street Memphis (Shelby County), TN 38104 CN1201-002

Contact Person: William H. West, Esq.

Phone No.: 615-726-5600

APPROVED

CONDITION: Limited to pharmacy patients of HPCM with hemophilia and related blood disorders including, Von Willebrand disease; hypoprothrombinemia & dysfibrinogenemia.

Collins Chapel Health & Rehabilitation Center 409 Ayers Street Memphis (Shelby County), TN 38105 CN1202-011 Contact Person: William H. West, Esq.

Phone No.: 615-726-5600

APPROVED

Rainbow Home Health, LLC 112 Frey Street Ashland City (Cheatham County), TN 37015 CN1203-013

Contact Person: Joy Forshee, Acting DON Phone No.: 580-212-7801 or 615-812-5156 **DEFERRED TO JULY MEETING**

Premier Radiology Edmondson Pike 789 Old Hickory Boulevard Brentwood (Davidson County), TN 37027 CN1203-014

Contact Person: Robert Limyansky, Partner

Phone No.: 770-394-8465

APPROVED

The establishment of a home care organization to provide home health services limited to serving those patients suffering from hemophilia or similar blood disorders who are also patients of the pharmacy operated by Hemophilia Preferred Care of Memphis at 852 South Cooper Street, Memphis (Shelby County), TN. The service area will be Shelby County.

\$ 43.000.00

The establishment of a nursing home with twenty-eight (28)* Medicare skilled nursing facility beds. Collins Chapel Connectional Hospital is a non-profit religious corporation affiliated with and a ministry of the Christian Methodist Episcopal Church. It proposes to establish this nursing home to provide skilled nursing facility services.

\$ 1,626,331.00

*These beds are subject to the 2011-2012 Nursing Home Bed Pool.

The establishment of a home care organization to provide home health services in Cheatham County. The office is to be located at 112 Frey Street, Ashland City (Cheatham County), TN 37015.

\$ 27,950.00

The relocation of the ODC from 4928 Edmondson Pike, Nashville (Davidson County), TN 37211 to 789 Old Hickory Blvd, Brentwood (Davidson County), TN 37027. As part of the relocation, one (1) existing MRI scanner and one (1) existing CT scanner will be replaced. In addition to the MRI and CT scanning services currently offered, the facility will add equipment to provide radiographic/fluoroscopic imaging, ultrasound imaging, digital mammography, and bone densitometry.

\$ 4,005,878.00

(Continued on Next Page)

HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
JULY 2012
PAGE -4-

RESULTS OF APPLICATIONS HEARD AT THE JUNE MEETING

Hearth, LLC 1800-A Rossville Avenue, Suite 7 Chattanooga (Hamilton County), TN 37408-1912 CN1203-015 Contact Person: E. Graham Baker, Jr., Esq.

Phone No.: 615-370-3380

APPROVED

The establishment of a home care organization to provide hospice services serving Bledsoe, Bradley, Hamilton, McMinn, Marion, Meigs, Polk, Rhea and Sequatchie Counties located at 1800A Rossville Avenue, Suite 7, Chattanooga (Hamilton County), TN 37408-1912.

\$ 487,000.00

GENERAL COUNSEL'S REPORT

Wang Vision Cataract Surgery Center, LLC Palmer Plaza, 1801 West End Avenue Nashville (Davidson County), TN CN1004-015A

Contact Person: Winston B. Sitton, Esq.

Phone No.: 615-513-7516

APPROVED

Request for a two (2) year extension of the expiration date from September 1, 2012 to September 1, 2014. This project was approved on July 28, 2010 for the establishment of an ambulatory surgical treatment center (ASTC) limited to ophthalmic procedures with two (2) operating rooms. The project cost is \$2,199,187.00.

NHC HealthCare, Tullahoma Unaddressed site on Cedar Lane & 7th Street Tullahoma (Coffee County), TN CN1007-030A

Contact Person: Bruce Duncan, Asst. Vice President,

Planning/Licensure Phone No.: 615-890-2020

APPROVED

Request for a twelve (12) month extension of the expiration date from December 1, 2012 to December 1, 2013. This project was approved on October 27, 2010 for the relocation of a sixty (60) bed nursing home approved uner CN0807-050A, and the addition of thirty (30)* new Medicare certified nursing home beds for a total of ninety (90) beds. The project is part of a continuum of care program which will offer in addition to the ninety (90) bed nursing center, assisted living units specializing in dementia care. The project cost is \$14,449,438.00.

*These beds were subject to the 125 Nursing Home Bed Pool for 2010-2011.

HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
JULY 2012
PAGE -5-

APPLICATIONS TO BE HEARD AT THE JULY MEETING

Rainbow Home Health, LLC 112 Frey Street Ashland City (Cheatham County), TN 37015 CN1203-013

Contact Person: Joy Forshee, Acting DON Phone No.: 580-212-7801 or 615-812-5156

DEFERRED FROM JUNE MEETING

Overton County Nursing Home 318 Bilbrey Street Livingston (Overton County), TN 38570 CN1204-017

Contact Person: Sarah Lodge Tally, Esq.

Phone: 615.244.9270

Reeves Eye Surgery Center 2685 Boones Creek Road, Suite 102 Johnson City (Washington County), TN 37615 CN1204-018

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

GENERAL COUNSEL'S REPORT

Vanderbilt Health Services dba Vanderbilt Maury Radiation Oncology LLC Spring Hill (Maury County), TN CN1012-053A

Contact Person: Dan H. Elrod, Esq.

Phone: 615-503-9102

The establishment of a home care organization to provide home health services in Cheatham County. The office is to be located at 112 Frey Street, Ashland City (Cheatham County), TN 37015.

\$ 27,950.00

Modification and renovation to the existing 160-bed nursing home. The project includes the construction of a new building behind the existing facility which will include 30 private rooms but will not increase the licensed bed capacity of the facility. Renovations include cosmetic upgrades to the existing facility.

\$ 6,344,844.00

The establishment of a single-specialty ambulatory surgical treatment center (ASTC) limited to ophthalmology. It will have one (1) operating room and one (1) laser procedure room. The project does not contain major medical equipment or initiate or discontinue any other health service and will not affect any licensed bed complements.

\$ 1,266,514.00

The project was approved on February 23, 2011 for the relocation of a proposed health care facility in the previously approved but unimplemented Certificate of Need (CN0804-024A) for construction of a single specialty ambulatory surgical treatment center (ASTC) limited to the initiation of megavoltage radiation therapy services. The project cost was \$7,980,617.

The following requests are made at this time:

- (1) Change of Ownership. Vanderbilt Maury Radiation Oncology, LLC was inadvertently established under a provision of TN law that prohibits more than one member; the CON application contemplated two owners (Vanderbit University Medical Center and Maury Regional Medical Center). Request is being made to transfer ownership to another limited liability company to enable both parties to be members, as described more fully in Dan Elrod's letter, dated June 28, 2012. The new owner would ultimately change its name to "Vanderbilt Maury Radiation Oncology LLC."
- (2) Change of Control. The CON application described the intent for Maury Regional Medical Center to be a 50% owner of the facility. The parties now desire to make Maury Regional Medical Center a 60% owner, with Vanderbit University Medical Center owning the remaining 40%.

HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
JULY 2012
PAGE -6-

APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

Baptist Memorial Hospital - Huntingdon 631 R.B. Wilson Drive Huntingdon (Carroll County), TN 38344

CN1205-021

Contact Person: Arthur Maples, Director of

Strategic Planning Phone: 901-227-4137 The conversion of twelve (12) currently licensed medsurg beds to twelve (12) beds for the initiation of geriatric psychiatric services. The geriatric psychiatric service will be managed by Psychiatric Resource Partners. The project involves the renovation of approximately 4,600 square feet. There are no additional services, major medical equipment, or additional beds involved. There will be no change in the hospital licensed total bed count of 70 beds.

727,000.00

Satellite Med. LLC 1300 Bunker Hill Road Cookeville (Putnam County), TN 38506 CN1205-022

Contact Person: Connie S. Cates, Corporate

Manager

Phone: 931-528-7312

The establishment of an outpatient diagnostic center (ODC) and initiation of magnetic resonance imaging (MRI) services. The ODC site will be at 1300 Bunker Hill Road, Cookeville (Putnam County), TN 38506. The only service to be provided by the ODC will be MRI services. If approved, these services will be utilized by its patients and physicians and will accept referrals from local physicians in its service area. There are no new beds or other major medical equipment involved with this project. No other health services will be initiated or discontinued. The ODC will be licensed by the Tennessee Department of Health.

695,000.00

Southeast Eve Surgery Center 1400 Dowell Springs Boulevard, Suite 300 Knoxville (Knox County), TN 37909 CN1205-023

Contact Person: John L. Wellborn, Consultant

Phone: 615-665-2022

The establishment of a specialty ambulatory surgical treatment center (ASTC) for eye and related procedures. The facility will seek licensure by the Tennessee Department of Health as an ASTC limited to eve and oculoplastics ophthalmology. including procedures. It will have one (1) operating room and one (1) laser procedure room. The project does not contain major medical equipment or initiate or discontinue any other health service; and will not affect any licensed bed complements.

3,183,836.00

(Continued on Next Page)

HEALTH SERVICES AND DEVELOPMENT AGENCY COMMUNIQUE **JULY 2012 PAGE -7-**

APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

Odyssey Hospice 1400 Donelson Pike, Suite B5 Nashville (Sumner County), TN 37217 CN1205-024

Contact Person: Andrew Rauch, Regional Financial Analyst

Phone: 615-309-1885

Baptist Center for Cancer Care 1238 & 1280 South Germantown Parkway and adjacent property at an unspecified address Germantown (Shelby County), TN 38138 CN1205-026

Contact Person: Arthur Maples, Director, Strategic Analysis

Phone: 901-227-4137

The addition of Sumner and Trousdale counties to the existing licensed service area of Odyssey Hospice which currently consists of: Cannon, Davidson, Robertson, Rutherford, Williamson, and Wilson counties. The services to be provided under this project are hospice services in Sumner and Trousdale Counties.

\$ 43.000.00

Modification of CN1105-018A, which authorized the establishment of a comprehensive cancer center known as Baptist Center for Cancer Care (BCCC). The original projects and proposed modifications are as follows:

- 1) CN1105-018A, which approved new construction of approximately 105,291 square feet. The proposed modification increases the size of the facility by 52,688 square feet to a total of 157,979 square feet;
- 2) CN1105-018A, approved the relocation of a PET/CT from Baptist Memorial Hospital-Memphis (BMHM) and initiation of PET/CT services at BCCC. The proposed modification will be to relocate the PET/CT scanner acquired by Baptist Memorial Hospital-Tipton (BMHT) under CN1111-050A and currently located at 5945 Wolf River Blvd., Germantown (Shelby County), TN 38138 to BCCC. The PET/CT at BMHM will remain in place;
- 3) CN1105-018A approved the relocation of two (2) linear accelerators and other radiation oncology equipment along with the cyberknife linear accelerator from BMHM and initiation of linear accelerator services at BCCC. The proposed modification is to replace one (1) of the existing linear accelerators when installed at BCCC. The replaced unit will be taken out of service; and
- 4) CN1105-018A approved for a project cost of \$64,925,225. The proposed modification will increase the project cost by \$29,117,691 to a total of \$94,042,916.

The location of BCCC continues to be at 1238 and 1280 South Germantown Parkway, Germantown (Shelby County), TN 38138. The project does not involve change in any service previously approved, the addition of beds or any other service for which a certificate of need is required.

\$ 94,042,916.00

HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
JULY 2012
PAGE -8-

APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Pavilion-THS, The 1406 Medical Center Drive Lebanon (Wilson County), TN 37087 CN1204-016

Contact Person: G. Frank Lannom, Esq.

Phone: 615-444-3995

Southern Sports Surgery Center 127 Saundersville Road, Suite A Hendersonville (Sumner County), TN 37075 CN1204-019 Contact Person: Thomas Gautsch, M.D.

Phone: 615-452-3320

Coram Alternate Site Services, Inc. d/b/a Coram Specialty Infusion Services, Inc., an Apria Healthcare Company 2970 Sidco Drive Nashville (Davidson County), TN 37204 CN1205-020 Contact Person: Jeffrey J. Miller, Esq. Phone: 615-256-0500

To build an addition to the existing sixty (60) licensed bed nursing home; and add twenty-four (24) skilled nursing beds dually certified for Medicare and Medicaid. The expanded facility will have a total of eighty-four (84) licensed beds. The facility currently provides care for private-pay, Medicare Level II, and Medicaid Level I and II residents. There will be no change to the services currently provided.

\$ 1,823,093.00

*These beds are subject to the 2011-2012 Nursing Home Bed Pool.

The establishment of a multi-specialty ambulatory surgical treatment center (ASTC) to: a) expand the designated use of previously approved certificate of need CN1104-013A from a single-specialty to multi-specialty services; and b) relocate the project from 1163 Nashville Pike, Gallatin (Sumner County), TN 37066 to Lot 38 (Indian Lake Village), Saundersville Road, Hendersonville (Sumner County), TN 37075. The center will contain approximately 6,200 square feet of space including two (2) operating rooms, one (1) procedure room, pre/post holding area and support space. The project does not contain any major medical equipment and will not initiate or discontinue any other health service. If granted, the applicant will surrender CN1104-013A. \$ 3,355,533.00

The establishment of a home health agency limited to providing and administering home infusion products and related infusion nursing services ancillary to Coram's pharmacy services, by the way of example and not limitation, line maintenance, phlebotomy services, infusion equipment repair and replacement, and dressing changes on central lines and external access ports within the following Tennessee counties: Bedford, Bledsoe, Cannon, Cheatham, Clay, Coffee, Cumberland, Davidson, DeKalb, Dickson, Franklin, Giles, Grundy, Hamilton, Hickman, Humphreys, Jackson, Lawrence, Lewis, Lincoln, Macon, Marion, Marshall, Maury, Montgomery, Monroe, Overton, Putnam, Rhea, Robertson, Rutherford, Sequatchie, Smith, Sumner, Trousdale, Van Buren, Warren, White, Williamson, and Wilson, from its current licensed home infusion pharmacy located at 2970 Sidco Drive, Nashville (Davidson County), Tennessee 37207.

\$ 63,000.00

Metro Knoxville HMA, LLC d/b/a Tennova Healthcare-North Knoxville Medical Center 7551 Dannaher Way Powell (Knox County), TN 37849 CN1206-027 Contact Person: Jeffrey D. Potter, Senior Vice President

Contact Person: Jeffrey D. Potter, Senior Vice President Phone: 865-632-5605

The initiation of mobile positron emission tomography/computerized tomography (PET/CT) services at Tennova Healthcare – North Knoxville Medical Center (NKMC). Mobile services are being proposed for one (1) day per week. No other services will be initiated and no inpatient beds are involved with this project.

\$ 1,309,471.00

(Continued on Next Page)

HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
JULY 2012
PAGE -9-

APPLICATIONS TO BE HEARD AT THE SEPTEMBER MEETING

Summit Medical Center 5655 Frist Boulevard Hermitage (Davidson County), TN 37076 CN1206-029

Contact Person: John L. Wellborn, Consultant Phone: 615-665-2022

Sycamore Shoals Hospital 1501 West Elk Avenue Elizabethton (Carter County), TN 37683 CN1206-030

Contact Person: Laura Linn, Senior Planning Analyst

Phone: 423-302-3385

The establishment of a twenty (20) bed acute inpatient rehabilitation unit and service in its hospital facility. The unit will be created by converting twenty (20) adult psychiatric beds to inpatient rehabilitation beds and reclassifying the adult psychiatric unit to an inpatient rehabilitation unit. The adult psychiatric patients will be transferred to the existing adult inpatient psychiatric program at Skyline Medical Center, Madison, a sister facility. Summit Medical Center is a 188 licensed bed general hospital facility. The project will not change its licensed bed complement or initiate any other health service or include any major medical equipment. 2.500.000.00

The discontinuance of obstetrical services. This project will not involve any major medical equipment, will not initiate nor discontinue any other type of health service, and will not change the licensed total bed count of 121 beds at the facility. 14,000.00

HEALTH SERVICES AND DEVELOPMENT AGENCY COMMUNIQUE **JULY 2012 PAGE -10-**

APPEALS OF AGENCY DECISIONS

FACILITY	DOCKET #	DESCRIPTION	Meeting <u>Date</u>
East Tennessee Radiation Therapy Services Knoxville, Knox County CN1108-030A	25.00-115208J	Appeal of Approval of CON	12/14/2011
HealthSouth Rehabilitation Hospital of Williamson County Franklin, Williamson County CN102-059A	25.00-111868J	Appeal of Approval of CON	3/23/2011
Middle Tennessee Rehabilitation Hospital, LLC Franklin, Williamson County CN102-055D	25.00-111868J	Appeal of Denial of CON	3/23/2011

HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
JULY 2012
PAGE -11-

Health Services and Development Agency Members

Claudia H. Byrd (Consumer, Speaker of the Senate)

Charlotte C. Burns (Hospital)

Robert Doolittle (Consumer, Governor)

Barrett G. Haik, M.D. (Physician)

D. Lynn Johnson (Consumer, Speaker of the House)

Thom Mills (Home Care)

William Southwick
(Ambulatory Surgical Treatment Centers)

James L. Wright (Nursing Home)

Keith Gaither, Designee for Director of TennCare Darin J. Gordon

Lisa Jordan, Designee for Commerce & Insurance Commissioner Julie Mix McPeak

> Faye Weaver, Designee for Comptroller Justin Wilson

HEALTH SERVICES AND DEVELOPMENT AGENCY
COMMUNIQUE
JULY 2012
PAGE -12-